

THE NAVAJO TRIBE
DRILLING AND EXPLORATION PERMIT

TO: Ivor Adair and Wm. Adair dba A & B Mining Company

Box 392

Moab, Utah

1. Pursuant to authority contained in Advisory Committee Resolution No. ACO-75-57 dated October 8, 1957, you are hereby granted an exclusive drilling and exploration permit for a period of one hundred twenty (120) days upon Navajo Tribal lands described as follows:

See plat attached

2. You are authorized to do or perform any or all of the following operations under this permit; (a) Diamond drilling; (b) Wagon drilling; (c) Open cut; (d) Tunneling; (e) Pit.

3. No surface geology is authorized hereunder.

4. You are not permitted under this permit to sell ore, but you may remove small quantities for assay purposes only.

5. You may drill and explore lands already held under mining permits in the above described area provided you are given written permission to do so by the holder of the permit, subject to approval by the Navajo Tribe and the Navajo Agency.

6. You are required to pay individual Navajo Indians who may have allocated or assigned use rights for all damage caused by you which affects the surface of the lands involved as determined by the Secretary of the Interior or his authorized representatives.

7. No renewal or extension of this permit may be granted, and you may not be granted any new drilling and exploration permit upon any of the lands included in this permit.

8. During the term of this permit you are granted the exclusive right to apply for and be granted a mining lease upon the lands above described, subject to acreage limitations and other lawful regulations. You may also apply for and be granted assignments